

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2005-383-E - ORDER NO. 2005-728
DECEMBER 16, 2005

IN RE: Application for Approval of a Contract for) ORDER GRANTING
Electric Service Between South Carolina) CONFIDENTIALITY
Electric & Gas Company and Vought Aircraft) AND APPROVING
Industries, Incorporated.) CONTRACT

This matter comes before the Public Service Commission of South Carolina (the Commission) on the request for approval of a Contract for Electric Service between South Carolina Electric & Gas Company (SCE&G or the Company) and Vought Aircraft Industries, Inc (Vought). The contract governs the Company's service to Vought's plant in North Charleston, South Carolina. Vought is an aircraft assembling facility.

Further, because of the commercial sensitivity and proprietary nature of certain provisions of the contract as well as the highly competitive nature of the industry in which Vought operates, the Company and Vought request that the contract be received in its original form under seal for Commission review.

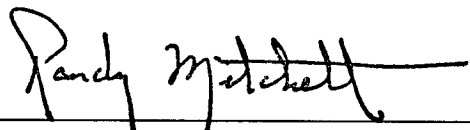
The Office of Regulatory Staff (ORS) has reviewed the filing and has no objection to the proposed electric service contract. ORS notes that the contract was executed under SCE&G's economic development program, and that the Vought facilities are expected to employ approximately 600 workers. ORS does state that if the Commission is inclined to grant the request, it would recommend including a provision to require SCE&G to track any resulting foregone revenue and reserve the appropriate

ratemaking treatment related to any foregone revenues for a future rate proceeding or review as determined by the Commission.

We have reviewed the Contract for Electric Service. We grant the request for confidential treatment. Further, we approve the contract as submitted. As noted by ORS, the contract was executed under SCE&G's economic development program, which certainly supports our approval. Further, we adopt ORS' recommendation that the Company track any resulting foregone revenue, and we reserve the appropriate ratemaking treatment related to any foregone revenues for a future rate proceeding or review as determined by the Commission.


This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:



Randy Mitchell, Chairman

ATTEST:



G. O'Neal Hamilton, Vice-Chairman

(SEAL)